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December 11, 2007

## **VIA ELECTRONIC-DELIVERY**

Mr. Charles L.A. Terreni Chief Clerk & Administrator Public Service Commission of South Carolina 101 Executive Center Drive Columbia, South Carolina 29210

Re: South Carolina Electric & Gas Company - Palmetto Clean Energy, Inc. ("PaCE") Program Rate

Schedule.

Docket No. 2007-437-E

Dear Mr. Terreni:

This is to inform the Public Service Commission ("Commission") that the Office of Regulatory Staff ("ORS") has reviewed the above referenced filing and ORS has no objection to the South Carolina Electric & Gas Company's proposed rate schedule for the PaCE Program. Pursuant to S.C. Code Ann. Section 58-27-870(F) (Supp. 2006), the Commission may approve this tariff without notice and hearing as this filing does not require a determination of the entire rate structure and overall rate of return, nor does it result in a rate increase to the electrical utility. In addition, this program is voluntary and participation is at the sole discretion of the customer. ORS supports the PaCE program and the development of renewable resources to help facilitate a reduction of greenhouse gas emissions.

Thank you for the opportunity to provide our comments in this matter.

Sincerely,

John W. Flitter

JWF/lcf

cc:

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